

822 HARDING STREET P.O. BOX 52008

LAFAYETTE, LOUISIANA 70505-2008

Richard W. Revels, Jr. rwrevels@liskow.com

TELEPHONE (337) 232-7424 FACSIMILE (337) 267-2399

May 8, 2006

Honorable James H. Welsh Commissioner of Conservation Office of Conservation P. O. Box 94275 Baton Rouge, LA 70804-4275

Re: Siphonina Davisi Zone, Reservoirs A and B

LAC BLANC FIELD

Vermilion Parish, Louisiana

Dear Commissioner Welsh:

Application is hereby made on behalf of **EL PASO PRODUCTION COMPANY** for the calling of a public hearing, after legal notice, to consider evidence relative to the issuance of an order pertaining to the following matters:

- 1. To establish rules and regulations and to create drilling and production units for the exploration for and production of gas and condensate from the Siphonina Davisi Zone, Reservoirs A and B, in the Lac Blanc Field, Vermilion Parish, Louisiana, said units to be designated SD RA SUA and SD RB SUA, all as shown on the plat attached hereto and made a part hereof.
- 2. To force pool and integrate all separately owned tracts, mineral leases and other property interests within each of the proposed units with each tract sharing in unit production on a surface acreage basis of participation.
- 3. To designate El Paso Production Company as operator of the proposed SD RA SUA and McMoRan Oil & Gas LLC as operator of the SD RB SUA.
- 4. To designate the El Paso Production Company (formerly McMoRan Oil & Gas LLC) State Lease 18090 No. 2 Well as unit well for the proposed SD RA SUA and to designate the McMoRan Oil & Gas LLC State Lease 18091 No. 1 Well as unit well for the proposed SD RB SUA.

- 5. To permit the applicant to designate and utilize the El Paso Production Company (formerly McMoRan Oil & Gas LLC) State Lease 18090 No. 1 Well as alternate unit well for the proposed SD RA SUA, said well to be at the location shown on the plat attached hereto and made a part hereof, in accordance with the spacing provisions of LAC 43:XIX.1901 et seq. (Statewide Order No. 29-E).
- 6. To provide that any future wells drilled to the Siphonina Davisi Zone, Reservoirs A and B, should be located in accordance with the provisions of LAC 43:XIX.1901 et seq. (Statewide Order No. 29-E).
- 7. To provide that the Commissioner of Conservation should be authorized to reclassify the reservoirs by supplemental order without the necessity of a public hearing should the producing characteristics of the reservoir change and evidence to justify such reclassification is submitted to and accepted by the Commissioner of Conservation.
 - 8. To consider such others matters as may be pertinent.

The Siphonina Davisi Zone, in the Lac Blanc Field, is hereby defined as being that gas and condensate bearing zone stratigraphically equivalent to that encountered between the depths of 16,100 feet and 18,900 feet (electrical log measurements) in the Halbouty-Exxon Fee B-1 Well, located in Section 21, Township 15 South, Range 2 East, Vermilion Parish, Louisiana. The top of said zone is also stratigraphically equivalent to the depth of 18,090 feet in the El Paso Production Company (formerly McMoran Oil & Gas LLC) - State Lease 18090 No. 2 Well in Township 15 South, Range 1 West, Vermilion Parish, Louisiana.

Pertinent data, including well logs, may be obtained **AT THE COST OF THE REQUESTING PARTY** from Louis Gilbert & Associates, 3636 North Causeway Blvd., Suite 204, Metairie, LA 70002, Telephone Number (504)834-8112.

Pursuant to the Rules of Procedure, pre-application notice was given; however, no request for the conference was received. Therefore, the conference tentatively scheduled for May 18, 2006, <u>WILL NOT BE HELD</u>.

Attached hereto and made a part hereof is a plat, along with the list of the names and addresses of the Interested Owners, Represented Parties, and Interested Parties to whom a copy of this application is being mailed. Pursuant to the Revised Rules of Procedure, the plat (being the same plat attached to the pre-application notice dated April 26, 2006) and list of parties are being furnished only to the Commissioner of Conservation and to the District Manager of the Lafayette District of the Office of Conservation; however, the plat and/or list of parties will be furnished to any party

requesting copies. A reasonable effort was made to ascertain the names and addresses of all Interested Owners, Represented Parties and Interested Parties.

Finally, enclosed is our check in the amount of \$755.00 made payable to the Office of Conservation submitted on behalf of the applicant representing the hearing application fee

Very truly yours,

RWRjr/dbf Attachments 168154_1 23480.0097

Richard W. Revels, Jr.

cc: Mr. Richard Hudson, Lafayette District Office of Conservationcc: Interested Owners, Represented Parties and Interested Parties

